

BOARD OF LEVEE COMMISSIONERS  
OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
GALLIANO, LOUISIANA  
JUNE 30, 2014

Audit of Financial Statements  
JUNE 30, 2014

## TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	1
REQUIRED SUPPLEMENTAL INFORMATION – PART 1	
Management's Discussion and Analysis	3
GOVERNMENT WIDE FINANCIAL STATEMENTS	
Statement of Net Position	7
Statement of Activities	8
FUND FINANCIAL STATEMENTS	
Balance sheet – Governmental Funds and reconciliation of Governmental funds fund balances to the statement of net position	10
Statement of Revenues, Expenditures and Changes in Fund Balances and reconciliation of changes in fund balances of Governmental funds to the statement of activities	11
NOTES TO FINANCIAL STATEMENTS	12
REQUIRED SUPPLEMENTARY INFORMATION – PART II	
Schedule I – Budgetary Comparison Schedule – General Fund	29
Schedule II – Budgetary Comparison Schedule – Debt Service Fund and Capital Projects Fund	30
Schedule III – Schedule of Funding Progress	31
OTHER SUPPLEMENTARY INFORMATION	
Schedule IV – Per Diem Paid Board Members	33
Schedule V – State Revenue Sharing	34
Other Report Required by <i>Government Auditing Standards</i> – Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	35
Schedule of Findings and Responses Schedule of Prior Year Findings and Management's Corrective Action Plan	37
REQUIRED SUPPLEMENTAL INFORMATION – PART III	
Reporting Packet – Division of Administration, Office of Statewide Reporting and Accounting Policy – Annual Financial Report (CAFR)	38



**Broussard & Company**  
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Board of Levee Commissioners of the  
South Lafourche Levee District  
State of Louisiana  
Galliano, Louisiana

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the South Lafourche Levee District (the "Levee District"), a component unit of the State of Louisiana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Levee District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentations of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## Opinions

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the South Lafourche Levee District as of June 30, 2014, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding progress for other post-employment benefits information and the budgetary comparison schedules on pages 3 through 6 and 29 through 31, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Levee District's basic financial statements. The accompanying supplementary information such as the Board Members' Per Diem, State Revenue Sharing and the Division of Administration Reporting Packet, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Levee District. The division of Administration Reporting Packet, State Revenue Sharing and Board Members' Per Diem are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements themselves, and other procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement taken as a whole.

### Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 29, 2014, on our consideration of the Levee District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contract and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results on our audit.



Lake Charles, Louisiana  
September 29, 2014

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The management's discussion and analysis of the Board of Levee Commissioners of the South Lafourche Levee District (the "Levee District") financial performance presents a narrative overview and analysis of the commission's financial activities for the year ended June 30, 2014. This document focused on the current year's activities, resulting changes and currently known facts. Please read this document in conjunction with the Levee District's financial statements.

### Financial Highlights

- Total net position increased \$724,169, to \$51,473,711 at June 30, 2014 from the June 30, 2013 amount of \$50,749,542 - an increase of 1.4%.
- The Levee District recorded operating grant from the State of Louisiana in the amount of \$3,520,260.
- The Levee District recorded long-term debt for the other post-employment benefits (other than retirement benefits) liability for retiree's benefits in the amount of \$1,226,676 as required under Government Accounting Standard Board Statement No. 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. See notes to financial statements for further discussion.
- During 2014, the Levee District made levee improvements including levee lifts and other improvements and repairs to pump station totaling \$11,675,055.
- The Levee District received proceeds from a new bond issue during 2006 in the amount of \$7,000,000. The bond proceeds are to be used for the purpose of constructing and maintaining necessary levees, levee drainage, flood protection, hurricane flood protection and all other purposes incidental thereto. During 2014 the Levee district remitted \$635,000 in principal payments on the bond issue. As of June 30, 2014, the remaining unpaid principal balance was \$2,955,000.

### Overview of the basic financial statements

This discussion and analysis is intended to serve as an introduction to the Levee District's financial statements, which is comprised of government-wide financial statements, fund financial statements and notes to the financial statements.

The government-wide financial statements present financial information for all activities of the Levee District from an economic resources measurement focus using the accrual basis of accounting. They present governmental activities, such as general government and debt service, separately from business-type activities. The Levee District has only governmental activities. Government-wide financial statements for governmental activities include the Statement of Net Position and the Statement of Activities. They provide information about the activities of the Levee District as a whole and present a longer-term view of the Levee District's finances.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The Levee District has three governmental type funds – General Fund, Debt Service Fund and the Capital Projects Fund. The fund financial statements are comprised of the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances. These statement report how the Levee District's flood protection services are financed in the short term as well as what remains for future spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the Levee District's general operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Levee District's programs. Fund financial statements also report the Levee District's operations in more detail than the government-wide statements by providing information about the Levee District's major funds. We describe the relationship (or differences) between the governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds in a reconciliation at the bottom of the fund financial statements.

### *Financial Analysis of the Levee District*

The following presents condensed financial information on the operation of the Levee District:

# MANAGEMENT'S DISCUSSION AND ANALYSIS

	June 30, 2014	June 30, 2013	Change Inc (Dec)
Current Assets	\$ 23,636,575	\$ 22,161,536	\$ 1,475,039
Capital Assets, net	34,199,406	35,477,792	(1,278,386)
<b>Total Assets</b>	<b>\$ 57,835,981</b>	<b>\$ 57,639,328</b>	<b>\$ 196,653</b>
Current Liabilities	\$ 2,074,588	\$ 2,741,705	\$ (667,117)
Long Term Liabilities	4,287,682	4,148,081	139,601
<b>Total Liabilities</b>	<b>\$ 6,362,270</b>	<b>\$ 6,889,786</b>	<b>\$ (527,516)</b>
Net Investment In Capital Assets	\$ 34,199,406	\$ 35,477,792	\$ (1,278,386)
Reserved for Debt Service	-	-	-
Unrestricted Net Position	17,274,305	15,271,750	2,002,555
<b>Total Net Position</b>	<b>\$ 51,473,711</b>	<b>\$ 50,749,542</b>	<b>\$ 724,169</b>
<b>Program Revenues:</b>			
Grants and Contributions	\$ 3,520,260	\$ 2,069,453	\$ 1,450,807
<b>General Revenues</b>			
Taxes	13,189,632	11,142,738	2,046,894
Mineral lease and royalty incor	147,091	277,635	(130,544)
Investment	24,458	32,694	(8,236)
Intergovernmental Revenues			
State Revenue Sharing	51,244	51,300	(56)
FEMA	-	467,051	(467,051)
Other	261,049	231,771	29,278
<b>Total General Revenues</b>	<b>13,673,474</b>	<b>12,203,189</b>	<b>1,470,285</b>
<b>Total Revenues</b>	<b>17,193,734</b>	<b>14,272,642</b>	<b>2,921,092</b>
<b>Total Expenses</b>	<b>16,469,565</b>	<b>15,045,280</b>	<b>(1,424,285)</b>
<b>Change in Net Position</b>	<b>\$ 724,169</b>	<b>\$ (772,638)</b>	<b>\$ 4,345,377</b>

The Levee District's net position increased by \$724,169 during the fiscal year ended June 30, 2014 primarily due to increased funding from the State as opposed to the prior year which was used in repairs to pump stations and maintenance to levees including levee lifts.

## Analysis of Individual Funds of the Levee District

The activity in the individual funds is reflected in the Balance Sheet – Governmental Funds and the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds. The total net position and the change in net position as reflected in the government-wide financial statements (which are condensed above) are reconciled with the fund financial statements at the bottom of the respective statements.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Analysis of Budgeted Amounts

A comparison of budget to actual for the general fund, capital projects fund and the debt service fund is presented as a required supplemental statement. The annual budget is approved by the Board of Commissioners each year. The budgets is then submitted for approval to the Joint Legislative Committee on the budget no later than ninety days prior to the end of each fiscal year for the succeeding fiscal year for review. The fiscal year ended June 30, 2014, original budget was adopted March 11, 2013, and was subsequently amended on June 9, 2014.

The Levee District prepares the original budget for the subsequent year based on estimates of revenues and expenses for the current year. The Levee District makes assumptions about the subsequent year based on various factors available to management at the time the original budget is prepared. Management relies on the estimates and assumptions to determine how revenues and expenses for the subsequent year may fluctuate from the previous year.

The amount budgeted for revenue and expenses in the capital projects fund and general fund was adjusted from the original budgeted amounts due to the fact that the original budget was prepared before the end of the Levee District's fiscal year and due to the timing of projects where expenses will be shared with the state. The general fund adjusted the following amounts between its original and final budget: beginning of year fund balance was decreased by \$1,751,865, while revenue was increased by \$480,690 and expenses decreased by \$592,278. In the capital projects fund, amounts for original budget and final budget were adjusted as follows: beginning fund balance was decreased by \$2,131,793 and capital outlays were decreased by \$2,810,001. Transfers from the general fund to the capital projects fund were decreased in the amount of \$678,897 from the original to final budgets. There were no other significant fluctuations between the original and final budgeted amounts.

### Economic Factors and Next Year's Budgets

The Levee District does not expect any significant variances for revenue or expenditure accounts between fiscal years ending June 30, 2014 and June 30, 2013.

### Capital Assets and Long Term Debt Administration

#### Capital Assets

As of June 30, 2014, the Levee District had \$34,199,406 (net of depreciation) invested in a broad range of capital assets including land, building, equipment and infrastructure (lock system, pump stations and pumps). The levees are not owned by the Levee District and the Levee District is not responsible for significant maintenance on them; therefore, they are not recorded as capital assets. During the current year, the Levee District recorded \$22,447 of capital acquisitions and \$1,300,833 of depreciation.

#### Long Term Debt

The Levee District has one bond issue outstanding in the amount of \$2,955,000 as of June 30, 2014. The next principal payment is due March 1, 2015, in the amount of \$675,000. The remaining amount of \$2,280, 000 is classified as long term debt in the financial statements.

The Levee District also has recorded compensated absences payable as of June 30, 2014, in the amount of \$106,006, which represents a decrease of \$15,553 from the prior year. The Levee District has classified \$26,502 of the above amount as short term.

Also included in long term debt is the other post-employment benefits liability for retiree's benefits in the amount of \$1,101,911 as required under Government Accounting Standard Board Statements No. 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. See notes to financial statements for further discussion.

### Contacting the Levee District's Financial Management

This report is designed to provide our citizens, taxpayers and creditors with a general overview of the Levee District's finances. If you have any questions regarding this report, contact the South Lafourche Levee District, Post Office Box 426, Galliano, Louisiana 70354.



SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
STATEMENT OF NET POSITION  
JUNE 30, 2014

**ASSETS**

Cash in Banks	\$ 1,448,215
Investment - Certificates of deposit	5,500,000
Investment - LAMP	14,041,064
Accrued interest	13,508
Accounts receivable	2,630,403
Deposits	3,385
Property and equipment, net	34,199,406

Total assets

\$ 57,835,981

**LIABILITIES AND NET POSITION**

Liabilities

Accounts payable	\$ 277,866
Contract payable	1,698,105
Accrued interest payable	23,022
Unearned revenue - Port Commission	75,595
Long term liabilities due within one year	701,502
Other post employment benefits payable	1,226,676
Long term liabilities due in more than one year	2,359,504

Total liabilities

\$ 6,362,270

Net position

Net Investment in Capital Assets	\$ 34,199,406
Restricted for Debt Service	-
Unrestricted	17,274,305

Total net position

\$ 51,473,711

The accompanying notes are an integral part of these financial statements.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
STATEMENT OF ACTIVITIES  
JUNE 30, 2014

	PROGRAM REVENUES			Net Revenue and Change in Net Position Governmental Activities
	Expenses	Operating Grants and Contributions	Capital Grants and Contributions	
Functions/programs				
Public safety				
Flood protection	\$ 16,390,300	\$ 3,520,260	\$ -	\$ (12,870,040)
Interest on long term debt	79,265			(79,265)
Total governmental activities	<u>\$ 16,469,565</u>	<u>\$ 3,520,260</u>	<u>\$ -</u>	<u>(12,949,305)</u>
General Revenues:				
Taxes				13,189,632
Mineral lease and royalty income				147,091
Intergovernmental revenues:				
State revenue sharing				51,244
Unrestricted investment earnings				24,458
Miscellaneous				<u>261,049</u>
Total general revenues				<u>13,673,474</u>
Change in net position				724,169
Net position - beginning of the year				<u>50,749,542</u>
Net position - end of the year				<u>\$ 51,473,711</u>

The accompanying notes are an integral part of these financial statements.

**Governmental Fund Statements**

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
BALANCE SHEET  
JUNE 30, 2014

	Governmental Funds			Total Governmental Funds
	General Fund	Capital Projects Fund	Debt Service fund	
<b>ASSETS</b>				
Cash in Banks	\$ 1,356,599	\$ 91,616	\$ -	\$ 1,448,215
Investment - certificates of deposit	5,500,000	-	-	5,500,000
Investment - LAMP	14,041,064	-	-	14,041,064
Accrued Interest	13,508	-	-	13,508
Accounts receivable	1,799,668	830,735	-	2,630,403
Deposits	3,385	-	-	3,385
Total assets	<u>\$ 22,714,224</u>	<u>\$ 922,351</u>	<u>\$ -</u>	<u>\$ 23,636,575</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 52,265	\$ 225,601	\$ -	\$ 277,866
Contracts payable	-	1,698,105	-	1,698,105
Deferred Revenue-Port Commission	75,595	-	-	75,595
Total liabilities	<u>127,860</u>	<u>1,923,706</u>	<u>-</u>	<u>2,051,566</u>
Fund balances				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	22,586,364	(1,001,355)	-	21,585,009
Total fund balances	<u>22,586,364</u>	<u>(1,001,355)</u>	<u>-</u>	<u>21,585,009</u>
Total liabilities and fund balances	<u>\$ 22,714,224</u>	<u>\$ 922,351</u>	<u>\$ -</u>	

Amounts reported for governmental activities in the statement of net position are different because:

The purchase of capital assets are reported as expenditures as they are incurred in the governmental funds. The statement of net position reports capital outlays as an asset of the District. These capital assets are depreciated over their estimated useful lives in the statement of activities and are not reported in the governmental funds.

Total cost of capital assets	48,961,460
Accumulated depreciation related to those assets	(14,762,054)

Long term liabilities that are not due and payable in the current period are not reported as a liability in the governmental funds. All liabilities - both current and long term - are reported in the statement of net position.

Compensated absences payable	(106,006)
Accrued interest on bonds payable	(23,022)
Other post employment benefits payable	(1,226,676)
Bonds payable	<u>(2,955,000)</u>
Net position of governmental activities	<u>\$ 51,473,711</u>

The accompanying notes are an integral part of these financial statements.

**SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2014**

	Governmental Funds			
	General Fund	Capital Projects Fund	Debt Service fund	Total Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 13,189,632	\$ -	\$ -	\$ 13,189,632
Mineral lease and royalty income	147,091	-	-	147,091
Intergovernmental	51,244	3,520,260	-	3,571,504
Investment income	22,796	1,662	-	24,458
Miscellaneous	220,903	40,146	-	261,049
Total revenues	13,631,666	3,562,068	-	17,193,734
<b>EXPENDITURES</b>				
Current				
Public safety-flood protection	3,304,950	-	-	3,304,950
Capital outlay	22,447	11,675,055	-	11,697,502
Debt service	-	-	-	-
Principal	-	-	635,000	635,000
Interest	-	-	84,615	84,615
Debt service fees	-	-	-	-
Total Expenditures	3,327,397	11,675,055	719,615	15,722,067
Excess (deficiency) of revenues over (under) expenditures	10,304,269	(8,112,987)	(719,615)	1,471,667
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	7,246,425	719,615	7,966,040
Operating transfers out	(7,966,040)	-	-	(7,966,040)
Total other financing sources (uses)	(7,966,040)	7,246,425	719,615	-
Excess of revenues and other financing sources over expenditures and other financing uses	2,338,229	(866,562)	-	1,471,667
Fund balances-beginning of the year	20,248,135	(134,793)	-	
Fund balances-end of the year	\$ 22,586,364	\$ (1,001,355)	\$ -	

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However in the statement of activities, the cost of those assets is capitalized in the statement of net position.

This is the amount by which depreciation expense exceeded capital outlay during the year.

(1,278,386)

Governmental funds report changes in certain liabilities in the General Long Term Debt Account Group, however the changes affect costs in the statement of activities.

Personnel cost decrease due to compensated absences.

15,553

Principal payment on bond issue recorded as expense in governmental funds

635,000

Accrued interest on bonds not reported in governmental funds

5,100

Adjusted for other post-employment benefits

(124,765)

Change in net position of governmental activities

\$ 724,169

The accompanying notes are an integral part of these financial statements.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

INTRODUCTION

The Board of Levee Commissioners of the South Lafourche Levee District (the "Levee District") was created by Louisiana Revised Statute 38:291. The Levee District embraces all of Lafourche Parish lying south of the intracoastal canal. The Levee District primarily provides flood protection for those areas in the Levee District and is authorized to construct and maintain levees, levee drainage, pumps, pumping stations, drainage canals, sea wall, jetties, and breakwaters in the district to protect the lands from overflow and particularly from hurricane floodwaters and from inundation from tidewaters from the Gulf of Mexico. The Levee District administers the operations and responsibilities of Louisiana Statutes. Members of the Board are appointed by the Governor in accordance with the provisions of Louisiana Revised Statute 38:304.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

In June 1999, the Governmental Accounting Standards Board (GASB) approved Statement No. 34, *"Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments"*. The State of Louisiana and its components elected to implement the provision of this statement for the year ended June 30, 2002. The implementation of this statement has created additional statements, schedules, reports and note disclosures as follows:

- A Management Discussion and Analysis (MD&A) section providing an analysis of the overall financial position and results of operations.
- Financial Statements are prepared using the full accrual accounting methods:
  - Depreciation is recorded on depreciable assets, and property and equipment (including infrastructure) is recorded net of accumulated depreciation.
- The basic financial statements include Government-wide Statements and Fund Financial Statements, as explained in the following note disclosures:

Reporting Entity

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the reporting entity for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the State to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the State.
2. Organizations for which the State does not appoint a voting majority but are fiscally dependent on the State.
3. Organizations for which the reporting entity financial statement would be misleading if data of the organization is not included because of the nature or significance of the relationship.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Because the State of Louisiana, via the Governor, appoints all of the member of the Levee District's governing board and has the ability to impose its will on the Levee District, the Levee District was determined to be a component unit of the State of Louisiana. The accompanying financial statements present information only on the funds maintained by the Levee District and do not present information on the State of Louisiana, the general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Major individual governmental funds are reported as separate columns in the fund financial statements.

Policies specific to the government-wide financial statement are as follows:

Eliminating Internal Activity

Interfund receivables and payables are eliminated in the Statement of Net Position except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The Levee District has no business-type activities.

Application of FASB Statement and Interpretations

Reporting on governmental-type activities is based on FASB Statement and Interpretations issued after November 30, 1989, except where they conflict or contradict FASB pronouncements.

Capitalizing Assets

Assets used in operation with an initial useful life that extends beyond one year are capitalized. Building, equipment, furniture and fixtures and infrastructure are depreciated over their estimated useful lives using the straight line method. Depreciation is not calculated on land, land improvements or construction in progress. Accumulated depreciation is recorded net of depreciable assets in the Statement of Net Position.

Program Revenues

The Statement of Activities presents two categories of program revenues – (1) charges for services and (2) capital grants and contributions.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Charges for services – are revenues from exchanges or exchange like transactions with external parties that purchase, use or directly benefit from the program's goods, services or privileges. These revenues include fees charged for specific services, licenses and permits, and operating special assessment and include payments from exchange transactions with other governments. The Levee District receives no fees for services.

Capital grants and contributions – are resources that are restricted for operating purposes of a program. They include grants and contributions with restrictions that permit the resources to be used for programs operating of capital needs at the recipient government's discretion.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statement are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measureable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty-one days after the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred as under accrual accounting.

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to various governmental funds according to the purpose for which they may or may not be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The Levee District report the following major governmental funds:

General Fund

The General Fund is the general operating fund of the Levee District. It is used to account for all financial resources except those required to be accounted for in other funds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, levee improvement bonds totaling \$7,000,000, issued during fiscal year 2006.



SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. The fund is presently being used to account for the construction of the levee system and pumping stations in the Levee District.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon thereafter to be used to pay the liabilities of the current fiscal year. For the Levee District, available means expected to be received within thirty-one days of the fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end.

Non-exchange transactions, in which the Levee District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements including timing requirements, which specify the year when resources are required to be used, matching requirements, in which the Levee District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the Levee District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Revenues – Taxes

Ad valorem taxes are assessed on a calendar year basis, become due on November 15<sup>th</sup> of each year, and become delinquent on December 31<sup>st</sup>. Ad valorem taxes are recorded in the year the taxes are received. Sales taxes are recorded as revenue based on the month paid by the taxpayer. Sales taxes received by the Levee District in August are for the month of June and are recorded as a receivable as of June 30<sup>th</sup>. If taxes were recorded when assessed the amount recorded would not be materially different from the amount actually recorded in the financial statements.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measureable.

Other Financing Sources (Uses)

In governmental fund accounting, transfers between funds, which are not expected to be repaid, are accounted for as other financing sources (uses). In those cases where repayment is expected, the advances are accounted for through the various "due from" and "due to" accounts. These amounts are eliminated in the government-wide financial statements.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Proceeds from the issuance of bonds are accounted for as other financing sources in the governmental funds. These amounts are recorded as liabilities in the government-wide financial statements.

Property and Equipment

Property and Equipment are recorded at cost, if purchased or constructed. Assets acquired through contributions are capitalized at their estimated fair value, if available, or at estimated fair value or cost to construct at the date of the contribution. Equipment includes all items valued above \$500 and infrastructure includes the cost to construct and improve the pumps, pump stations and lock systems. Assets are depreciated using the straight-line method over the useful lives of the assets as follows:

<u>Asset</u>	<u>Years</u>
Automobiles	5
Equipment	5-10
Furniture and Fixtures	7
Buildings	40
Infrastructure	40

The Levee District provides general maintenance to forty-four miles of levees, which are not recorded in these financial statements because the District does not own the levees and is not responsible for significant maintenance on them.

Under GASB Statement No. 34, the government-wide financial statements and the fund financial statements do not include the General Fixed Asset Account Group.

Long-Term Obligations

Long-term obligations are reported at face value.

Under GASB Statement No. 34, the government-wide financial statement and the fund financial statements do not include the General Long Term Debt Account Group.

Budget Practices

The budget practices of the Levee District are prescribed by Louisiana Revised Statute 38:318. This statute requires the Levee District to submit its annual budget to the Joint Legislative Committee on the Budget, no later than 90 days prior to the end of each fiscal year for the succeeding fiscal year for review.

The Levee District prepares budgets for all its funds but does not budget the beginning fund balance for the Debt Service Fund. The budgets are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). The budgets were amended once during the fiscal year.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Amendments to the budget must be approved by the Board of Commissioners.

Appropriations which are not expended lapse at year end.

Encumbrances

Encumbrance accounting is not utilized by the Levee District.

Cash, Cash Equivalents and Investments

Cash and cash equivalents include demand deposits in banks and the State Treasury. The caption "cash in banks" on the Statement of net position includes all cash on deposit at banks, including certificates of deposit with an original maturity of less than 90 days. If the original maturity exceeds 90 days, they are classified as investments.

Louisiana state law allows all political subdivisions to invest excess funds in obligations of the United States, certificates of deposit of any bank domiciled or having a branch office in the State of Louisiana or any other federally insured investments, guaranteed investment contracts and investment grade (A-1/P-1) commercial paper of domestic corporations.

Louisiana state law requires deposits (cash and certificates of deposit) of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes the FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the political subdivision. The market value of the demand deposits and certificates of deposit is equal to their cost.

Annual and Sick Leave

Employees accumulate annual and sick leave at various rates based on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is considered in computing the years of service for retirement benefit purposes. The liability for leave privileges at June 30, 2014, is estimated to be \$97,963 which is recorded as a liability in the government-wide financial statements.

Compensatory Leave

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour compensatory leave earned. Compensation paid will be based on the employee's hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2014, is estimated to be \$8,043, which is recorded as liability in the government-wide financial statements.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Fund Balance Classification Policies and Procedures

GASB 54 requires fund balances to be categorized as nonspendable, restricted, committed, assigned, and unassigned. Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Amounts that are restricted are those in which constraints have been placed on the use of the resource. Committed fund balances are those amounts that can only be used for a specific purpose pursuant to constraints imposed by formal action of the Board of Commissioners. Assigned amounts are those that are constrained by management and the governing body, intended for a specific purpose, and not imposed by formal actions. Unassigned fund balance is a residual classification for those amounts not restricted, committed, or assigned.

NOTE 2. JUDGEMENTS, CLAIMS, AND SIMILAR CONTINGENCIES:

The Levee District is a defendant in several lawsuits involving disputed land ownership and right-of-way. In the opinion of legal counsel for the Levee District, the probability of an adverse/unfavorable outcome is unclear and no estimate of the amount or range of loss is possible at this time.

NOTE 3. PENSION PLAN:

Substantially, all employees of the Levee District are members of the Louisiana State Employees Retirement System (LASERS), a cost-sharing, multi-employer public employee retirement system. LASERS is a statewide public retirement system, which is organized for the purpose of providing retirement and other benefits for employees of the state and its various departments and agencies and their beneficiaries, and is administered and controlled by a separate Board of Trustees. Contributions of participating state agencies are pooled within LASERS to fund accrued benefits, with contribution rates approved by the Louisiana Legislature.

All full-time Levee District employees are eligible to participate in LASERS. Benefits vest with ten years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service. Vested employees are entitled to a retirement benefit payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. LASERS also provides death and disability benefits. Benefits are established by state statute. LASERS issues an annual publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804, or by calling (225) 922-0600.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 3. PENSION PLAN (continued):

Covered employees are required by state statute to contribute 7.5% of gross salary (8% if hired after July 1, 2006) and the Levee District is required to contribute at an actuarially determined rate. The contribution rate for the fiscal year ended June 30, 2014, was 29.1% of covered payroll; for June 30, 2012, was 25.6% of covered payroll; and for June 30, 2011, it was 22%. The contribution requirements of plan members and the Levee District are established and may be amended by state statute. As provided by R.S. 11:102, the employer contributions are determined by an actuarial valuation and are subject to change each year based on the results of the valuation from the prior fiscal year. The South Lafourche Levee District contributions to LASERS for the years ended June 30, 2014, 2012, and 2011 were \$203,224, \$166,048 and \$136,623, respectively, equal to the required contributions for each year.

NOTE 4. PER DIEM PAID BOARD MEMBERS:

Per diem payments are presented on Schedule IV. The per diem payments are authorized by Louisiana Revised Statute 38:308.

NOTE 5. PROPERTY AND EQUIPMENT:

At June 30, 2014, the Levee District reported the following capital assets valued at historical cost. A summary of changes in capital assets is as follows:

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 5. PROPERTY AND EQUIPMENT (CONTINUED):

	June 30, 2013	Adjustments	Additions	Deletions	June 30, 2014
Assets not being depreciated:					
Land	\$ 627,973	\$ -	\$ -	\$ -	\$ 627,973
Leon Theriot Lock	-	-	-	-	-
Total not depreciated	627,973	-	-	-	627,973
Assets being depreciated					
Buildings	368,954	-	-	-	368,954
Equipment	1,317,505	-	22,447	22,847	1,317,105
Leon Theriot Lock	27,508,098	-	-	-	27,508,098
Pump Station No. 1	3,239,585	-	-	-	3,239,585
Pump Station No. 8	700,953	-	-	-	700,953
Pump Station No. 2	3,692,087	-	-	-	3,692,087
Pump Station No. 6	5,060,286	-	-	-	5,060,286
Pump Station No. 4	3,544,102	-	-	-	3,544,102
Pump Station No. 7	2,902,317	-	-	-	2,902,317
Total assets being depreciated	48,333,887	-	22,447	22,847	48,333,487
Total Capital Assets	48,961,860	-	22,447	22,847	48,961,460
Accumulated Depreciation:					
Buildings	150,352	-	9,222	-	159,574
Equipment	959,610	-	123,403	22,847	1,060,166
Leon Theriot Lock	2,433,895	-	687,702	-	3,121,597
Pump Station No. 1	2,338,374	-	80,990	-	2,419,364
Pump Station No. 8	595,808	-	17,524	-	613,332
Pump Station No. 2	2,307,556	-	92,302	-	2,399,858
Pump Station No. 6	2,277,132	-	126,507	-	2,403,639
Pump Station No. 4	1,332,974	-	90,625	-	1,423,599
Pump Station No. 7	1,088,367	-	72,558	-	1,160,925
Total Accumulated depreciation	13,484,068	-	1,300,833	22,847	14,762,054
Total Capital Assets, net	\$ 35,477,792	\$ -	(1,278,386)	\$ -	34,199,406

Depreciation expense amounted to \$1,300,833 for the year ended June 30, 2014.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 6. LONG-TERM OBLIGATIONS:

The Levee District issued \$7,000,000 of Revenue Bonds (Series 2006) during the year ended June 30, 2006. The proceeds from the bonds is for constructing and maintaining necessary levees, levee drainage, flood protection, hurricane flood protection and all other purposes incidental thereto. The following is a summary of the levee improvement bond transactions for the Levee District for the year ended June 30, 2014:

2006 Bond Issue:

Date of Issue	June 26, 2006
Original Issue	\$ 7,000,000
Outstanding, June 30, 2014	\$ 2,955,000
Redeemed in 2013-14	\$ 635,000
Interest Rates	4.23%
Maturity Dates	2014 – 2018

The bonds are secured by and payable in principal and interest solely by a pledge and dedication of the excess of annual revenues of the issuer above statutory, necessary and usual charges in each of the fiscal years during which the bonds are outstanding.

The bonds maturing March 1, 2009, and thereafter will be callable for redemption by the Levee District at any time on or after March 1, 2007, in whole or in part, and if less than a full maturity, then by lot within such maturity, at the principal amount thereof, and accrued interest to the date fixed for redemption.

Scheduled debt service payments, including interest, on the bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	675,000	69,442	744,442
2016	715,000	53,580	768,580
2017	760,000	36,778	796,778
2018	<u>805,000</u>	<u>18,917</u>	<u>823,917</u>
	<u>\$ 2,955,000</u>	<u>\$ 178,717</u>	<u>\$ 3,133,717</u>

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 6. LONG TERM OBLIGATIONS (continued):

Changes in Long-Term Liabilities

A summary of changes in long-term liabilities follows:

	July 1, 2013	Additions	Deletions	Adjustments	June 30, 2014	Amounts due within one year
Bonds Payable	\$ 3,590,000	\$ -	\$ (635,000)	\$ -	\$ 2,955,000	\$ 675,000
OPEB Payable	1,101,911	124,765	-	-	1,226,676	-
Compensated Absences	121,559	(15,553)	0	0	106,006	26,502
	<u>\$ 4,813,470</u>	<u>\$ 109,212</u>	<u>\$ (635,000)</u>	<u>\$ -</u>	<u>\$ 4,287,682</u>	<u>\$ 701,502</u>

NOTE 7. DEPOSITS IN FINANCIAL INSTITUTIONS:

Cash and Cash Equivalents

The carrying amounts of the Levee District's deposits are as follows for the year ended June 30, 2014:

<u>General Fund:</u>	
Demand deposits	\$ 1,356,599
Certificates of deposit	-
Total general fund	<u>\$ 1,356,599</u>
<u>Capital projects fund:</u>	
Demand deposits	\$ 91,616
Total capital projects fund	<u>\$ 91,616</u>

Cash and cash equivalents are stated at cost, which approximates market.

Custodial credit risk

Under State law, deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

At June 30, 2014, the Levee District has \$1,662,425 in bank balances for cash deposits which is not necessarily equal to the balance sheet cash balance due to outstanding items. \$500,000 of the bank balances are covered by FDIC Insurance, the remaining \$1,162,425 of deposits are secured with pledged securities held by the Levee District's agent in South Lafourche Levee District's name.



SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 8. INVESTMENTS:

Investments are stated at fair value. The Levee District investment policy states that it shall invest using the Prudent-Person Rule. The Prudent-Person Rule states that the Board shall act with care, skill, prudence and diligence under the circumstances prevailing that a prudent institutional investor acting in like capacity and familiar with such matters should use in the conduct of an enterprise of a like character and with like aims.

Investments held at June 30, 2014, consist of \$14,041,064 in LAMP and certificates of deposit at financial institutions in the amount of \$5,500,000.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and obligations in which local governments in Louisiana are authorized to invest in accordance with LSA – R.S. 33:2955. LAMP investment guidelines and historical information are available on its website [www.lamppool.com](http://www.lamppool.com) or can be obtained by phoning (504) 525-LAMP.

LAMP is a 2a7 like investment pool. The following facts are relevant for 2a7 like investment pools as they relate to FASB Statement No. 40: Credit Risk: LAMP is rated AAA by Standard & Poor's; Custodial Credit Risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in the pool are not categorized in the three risk categories provided by GASB because the investment are in a pool of funds; and therefore, not evidenced by securities that exist in physical or book entry form; Concentration of credit risk: Pooled investments are excluded from the 5% disclosure requirement; Interest rate risk: 2a7 like investment pools are excluded from this disclosure requirement; Foreign currency risk: Not applicable to 2a7 like pools.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP, and the value of the position in the external investment pool is the same as the value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the State Treasurer and the Board of Directors. LAMP is not registered with the SEC as an investment company.

Custodial credit risk

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk. All securities held at June 30, 2014, are held in the trust department of a custodial bank selected by the Levee District.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 8. INVESTMENTS (continued):

Investments at June 30, 2014, are comprised of:

<u>Type of Investment</u>	<u>Fund</u>	<u>Carrying Amount</u>	<u>Market Value</u>
Certificate of deposit at banks	\$ -	\$ 5,500,000	\$ 5,500,000
LAMP	14,041,064	14,041,064	14,041,064
Gov't securities	-	-	-
<b>TOTALS</b>	<b>\$ 14,041,064</b>	<b>\$ 19,541,064</b>	<b>\$ 19,541,064</b>

Concentration of credit risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of the Levee District's investment in a single issuer.

The investment policy allows for the Finance Committee and General Manager to determine allocations to LAMP and certificates of deposit based on current market factors and financial conditions. There is no dollar or percentage limit to LAMP allocations; whereas, time certificates of deposit of six-month and twelve-month renewals are limited to an amount of \$500,000 to \$1,500,000. As of June 30, 2014, there were no investments that exceeded the Levee District's concentration of credit risk investment policy.

Credit risk

Credit risk is defined as the risk that an insurer or other counterparty to an investment will not fulfill its obligations. See discussion above regarding the LAMP investment guidelines. The certificates of deposit held by the Levee District are not rated. Obligations guaranteed or implicitly guaranteed by the U. S. Government are not considered to have credit risk and are therefore not rated. The Levee District has formal policy regarding credit risk.

Interest rate risk

Interest rate risk is defined as the risk that changes in interest rates will adversely affect the fair value of an investment. The Levee District has no formal policy regarding interest rate risk. All of the Levee District's investments have maturities of less than one year.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 9. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS:

***Plan description***

Louisiana State employees may participate in the State's Other Post-employment Benefit Plan (OPEB Plan), an agent multiple-employer defined benefit OPEB Plan that provides medical and life insurance to eligible active employees, retirees and their beneficiaries. The Office of Group Benefits administers the plan. LRS 42:801-883 provides the authority to establish and amend benefit provisions of the plan. The Office of Group Benefits does not issue a publicly available financial report of the OPEB Plan; however, it is included in Louisiana Comprehensive Annual Financial Report (CAFR).

You may obtain a copy of the CAFR on the Office of Statewide Reporting and Accounting Policy's website at [www.doa.la.gov/osrap](http://www.doa.la.gov/osrap).

***Funding Policy***

The plan is currently financed on a pay-as-you-go basis. The contribution requirements of plant member and the Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their postemployment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a service schedule. Contribution amounts vary depending on what healthcare provider is selected from the plan and if the member has Medicare coverage.

***Annual OPEB Cost***

The Levee District's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. A level percentage of payroll amortization method, open period, was used. The total ARC for the fiscal year ended June 30, 2014, is \$126,000.

The following table presents the Levee District's OPEB Obligation for the fiscal year 2014:

Annual required contribution	\$ 126,000
Interest on Net OPEM Obligation	44,100
ARC Adjustment	<u>(42,100)</u>
OPEB Cost	128,000
Contributions made (retiree cost)	<u>3,235</u>
Change in Net OPEB Obligation July 1, 2012	124,765
Ending Net OPEB Obligation June 30, 2014	<u>1,101,911</u>
	<u>\$ 1,226,676</u>

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 9. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (continued):

Utilizing the pay-as-you-go method, the Levee District contributed 2.59% and 2.84% of the annual post-employment benefits cost during 2014 and 2013, respectively.

***Funded Status and Funding Progress***

During the year ended June 30, 2014, the Levee District made contributions of \$3,235 to its OPEB trust. A trust was established with an effective date of July 1, 2008, but was not funded at all, has no assets, and hence has a funded ratio of zero. Since the plan was not funded, the entire actuarial accrued liability of \$1,061,200 was unfunded.

The funded status of the plan as of July 1, 2012, was as follows:

Actuarial accrued liability (AAL)	\$ 1,150,800
Actuarial value of plan assets	<u>0</u>
Unfunded actuarial accrued liability (UAAL)	1,150,800
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (annual payroll of active employee covered by the plan)	\$ 643,800
UAAL as a percentage of covered payroll	178.75%

***Actuarial Methods of Assumptions***

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan member to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2013, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses) and initial annual healthcare cost trend rate of 8.0% and 6.0% for pre-Medicare and Medicare eligible, respectively, scaling down to ultimate rates of 4.5% per year. The Levee District's unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at June 30, 2014, was thirty years.

SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014

NOTE 10. COOPERATIVE ENDEAVOR AGREEMENTS:

On August 2010, the Levee District signed a Cooperative Endeavor Agreement with the North Lafourche Conservation, Levee and Drainage District, and the Terrebonne Levee and Conservation District to provide flood protection to Lafourche and Terrebonne Parishes where there is a need to work across parish, district and other political boundaries and a need for the pooling of resources between these three districts to achieve mutually beneficial goals. Projects shall require a supplemental agreement to this Cooperative Endeavor Agreement executed by each party's authorized representative.

Amendment No. 1 - Point Aux Chenes Tie In Levee Project, Phase 2

Amendment No. 2 - Point Aux Chenes Tie In Levee Project, Phase 1

Amendment No. 3 – Permitting and environmental clearance for Morganza to the Gulf  
Reaches K & L in Lafourche Parish, Louisiana

NOTE 11. COMMITMENTS AND CONTINGENCIES:

The Levee District has three open contracts for flood protection as of June 30, 2014. The total commitment under these contract is \$19,501,110. Through June 30, 2014, the Levee District has been billed \$11,876,940 leaving a remaining commitment of \$7,624,170. Retainage under these contracts amounted to \$625,679 and the Levee District owed the contractors \$1,072,426 as of June 30, 2014.

NOTE 12. SUBSEQUENT EVENTS:

Management has evaluated events through September 29, 2014, the date which the financial statements were available for issue. There were no items to be reported as subsequent events.

**REQUIRED SUPPLEMENTARY SCHEDULES – PART II**

**SCHEDULE 1**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR END JUNE 30, 2014**

	Original Budget	Final	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>					
Taxes	\$ 10,178,686	\$ 13,042,490	\$ 13,189,632	\$ 147,142	
Intergovernmental Revenues	4,551,300	3,229,953	51,244	(3,178,709)	
Investment Income	34,000	16,651	22,796	6,145	
Other Revenues	1,370,116	325,698	367,994	42,296	
Total Revenues	16,134,102	16,614,792	13,631,666	(2,983,126)	
<b>EXPENDITURES</b>					
Current					
Public safety-flood protection					
Personal Services	956,850	1,138,852	1,119,153	19,699	
Related Benefits	740,000	526,350	415,540	110,810	
Travel	21,700	34,000	35,161	(1,161)	
Professional Services	183,000	172,000	159,128	12,872	
Operating Services and Supplies	1,670,130	1,260,550	660,255	600,295	
Other	1,003,386	934,036	915,713	18,323	
Capital Outlay	89,000	6,000	22,447	(16,447)	
Total Expenditures	4,664,066	4,071,788	3,327,397	744,391	
Excess of revenues over expenditures	11,470,036	12,543,004	10,304,269	(2,238,735)	
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating Transfer In	-	-	-	-	
Operating Transfers Out	(33,470,036)	(32,791,139)	(7,966,040)	24,825,099	
Total other financing sources (uses)	(33,470,036)	(32,791,139)	(7,966,040)	24,825,099	
Excess of revenues and other financing sources over expenses and other financing uses	(22,000,000)	(20,248,135)	2,338,229	22,586,364	
Fund balances - beginning of year	22,000,000	20,248,135	20,248,135	-	
Fund balances - end of year	\$ -	\$ -	\$ 22,586,364	\$ 22,586,364	

See accompanying notes to financial statements.

SCHEDULE II  
BUDGET (GAAP BASIS) AND ACTUAL  
DEBT SERVICE AND CAPITAL PROJECTS FUND  
FOR THE YEAR ENDED JUNE 30, 2014

	Debt Service Fund				Capital Project Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES								
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,520,260	\$ 3,520,260
Interest on Investments	-	-	-	-	1,086	1,775	1,662	(113)
Other	-	-	-	-	-	-	40,146	40,146
Total revenues	-	-	-	-	1,086	1,775	3,562,068	3,560,293
EXPENDITURES								
Capital Outlay	-	-	-	-	35,471,122	32,661,121	11,675,055	20,986,066
Principal	635,000	635,000	635,000	-	-	-	-	-
Interest	84,615	84,615	84,615	-	-	-	-	-
Paying Agent Fees	-	-	-	-	-	-	-	-
Total expenditures	719,615	719,615	719,615	-	35,471,122	32,661,121	11,675,055	20,986,066
Excess (deficiency) of revenues over expenditures	(719,615)	(719,615)	(719,615)	-	(35,470,036)	(32,659,346)	(8,112,987)	24,546,359
OTHER FINANCING SOURCES								
Operating Transfers In	719,615	719,615	719,615	-	33,470,036	32,791,139	7,246,425	(25,544,714)
Operating Transfers Out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	719,615	719,615	719,615	-	33,470,036	32,791,139	7,246,425	(25,544,714)
Excess (deficiency) of revenues and other financing sources over expenses and other financing uses	-	-	-	-	(2,000,000)	131,793	(866,562)	(998,355)
Funds balances - beginning of year	-	-	-	-	2,000,000	(131,793)	(134,793)	(3,000)
Funds balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,001,355)	\$ (1,001,355)

See accompanying notes to the financial statements.



SCHEDULE III  
SCHEDULE OF FUNDING PROGRESS  
FOR THE YEAR ENDED JUNE 30, 2014

Required Supplementary Information  
Schedule of Funding Progress for Louisiana's State OPEB Plan

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Projected Unit Cost	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
7/1/2010	\$ -	\$ 1,432,400	\$ 1,432,400	0.00%	\$ 597,100	239.89%
7/1/2011	\$ -	\$ 1,108,100	\$ 1,108,100	0.00%	\$ 650,200	170.42%
7/1/2012	\$ -	\$ 1,061,200	\$ 1,061,200	0.00%	\$ 618,000	171.72%
7/1/2013	\$ -	\$ 1,150,800	\$ 1,150,800	0.00%	\$ 643,800	178.75%

## OTHER SUPPLEMENTARY SCHEDULES

SCHEDULE IV  
PER DIEM PAID BOARD MEMBERS  
FOR THE YEAR ENDED JUNE 30, 2014

The schedule of per diem paid to board members of the Levee District is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Per diem payments are authorized by Louisiana Revised Statute 38:308 and are included in the general administrative expenditures of the General Fund. Board members are paid \$75 per meeting for up to 36 meetings each year, except the Board President who receives a per diem of \$1,000 per month.

	NUMBER OF	
	<u>MEETINGS</u>	<u>AMOUNT</u>
Lula Auenson	12	\$ 900
Ronald Callais	17	1,275
Brent Duet	14	1,050
Robert Eymard, Sr.	14	1,050
Bob Faulk	12	900
Mitch Danos	12	900
Ray Mayet	15	1,125
Monty Vegas	13	975
CJ Marts	<u>11</u>	<u>825</u>
Total	<u>113</u>	<u>\$ 9,000</u>

SCHEDULE V  
STATE REVENUE SHARING  
FOR THE YEAR ENDED JUNE 30, 2014

State Revenue Sharing	<u>\$51,244</u>
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**Broussard & Company**  
**Certified Public Accountants**

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other  
Matters Based on an Audit of Financial Statements Performed in Accordance with  
Government Auditing Standards

Board of Levee Commissioners of the  
South Lafourche Levee District  
State of Louisiana  
Galliano, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the South Lafourche Levee District (the "Levee District"), a component unit of the State of Louisiana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Levee District's basic financial statements and have issued our report thereon dated September 29, 2014.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Levee District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Levee District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Levee District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect, and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Levee District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of

our tests disclosed no instances on noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

*Purpose of this Report*

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Broussard and Company".

Lake Charles, Louisiana  
September 29, 2014

BOARD OF COMMISSIONERS  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
SCHEDULE OF FINDING AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2014

We have audited the financial statements of the governmental activities and each major fund of the Board of Levee Commissioners of the South Lafourche Levee District ("the Levee District") as of and for the year ended June 30, 2014, and have issued our report thereon dated September 29, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2014 resulted in an unmodified opinion.

Section I – Summary of Auditor's Reports

a. Report on Internal control and compliance Material to the Financial Statements:

Internal Control:

Material Weakness – NO  
Significant Deficiency – NO  
Other Conditions – NO

Compliance:

Compliance Material to the Financial Statements – NO

b. Federal Awards:

Not applicable.

Section II – Financial Statement Findings

Not applicable.

Section III – Federal Award Findings and Questioned Costs

Not applicable.

Section IV – Management Letter

A management letter was not issued in connection with the audit for the year ended June 30, 2014.

DIVISION OF ADMINISTRATION REPORTING PACKET – ANNUAL FINANCIAL REPORT



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South Lafourche Levee District  
STATE OF LOUISIANA  
Annual Financial Statements  
June 30, 2014

C O N T E N T S

Affidavits	
Instructions for the Business-Type Activity AFR Packet.....	i
Management's Discussion and Analysis (MD&A) .....	iv

	Statements
Statement of Net Position	A
Statement of Revenues, Expenses, and Changes in Net Position	B
Statement of Activities (including Instructions for Simplified Statement of Activities)	C
Statement of Cash Flows	D
Notes to the Financial Statements	

Notes	Note Name	Page No.
A.	Summary of Significant Accounting Policies	1
B.	Budgetary Accounting	2
C.	Deposits with Financial Institutions and Investments (See Appendices Packet - Appendix A at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	2
D.	Capital Assets – Including Capital Lease Assets	6
E.	Inventories	8
F.	Restricted Assets	8
G.	Leave	8
H.	Retirement System	8
I.	Other Postemployment Benefits (See Appendices Packet - Appendix D at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	9
J.	Leases	10
K.	Long-Term Liabilities	10
L.	Contingent Liabilities	11
M.	Related Party Transactions	11
N.	Accounting Changes	11
O.	In-Kind Contributions	11
P.	Defeased Issues	11

Q.	Revenues or Receivables – Pledged or Sold (GASB 48) (See Appendices Packet - Appendix E at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	11
R.	Government-Mandated Nonexchange Transactions (Grants)	11
S.	Violations of Finance-Related Legal or Contractual Provisions	11
T.	Short-Term Debt	11
U.	Disaggregation of Receivable Balances	12
V.	Disaggregation of Payable Balances	12
W.	Subsequent Events	12
X.	Segment Information	12
Y.	Due to/Due from and Transfers	12
Z.	Liabilities Payable from Restricted Assets	12
AA.	Prior-Year Restatement of Net Position	13
BB.	Assets Restricted by Enabling Legislation (See Appendices Packet - Appendix C at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	13
CC.	Impairment of Capital Assets (See Appendices Packet - Appendix B at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	13
DD.	Employee Termination Benefits	13
EE.	Pollution Remediation Obligations	13
FF.	American Recovery and Reinvestment Act (ARRA)	16
GG.	Restricted Assets – Other Purposes	16
HH.	Service Concession Arrangements	16
<b>II.</b>	<b>Nonexchange Financial Guarantees</b>	16

#### Schedules

1	Schedule of Per Diem Paid to Board Members
2	Not Applicable
3	Schedules of Long-Term Debt
4	Schedules of Long-Term Debt Amortization
15	Schedule of Comparison Figures and Instructions
16	Schedule of Cooperative Endeavors (see Appendices Packet - Appendix F at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )

**The Appendices Packet is located as a separate packet on OSRAP's website at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>.**

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ending June 30, 2014

South Lafourche Levee District  
P.O. Box 426  
Galliano, Louisiana 70354

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Physical Address:  
1201 N. Third Street  
Claiborne Building, 6<sup>th</sup> Floor, Suite 6-130  
Baton Rouge, Louisiana 70802

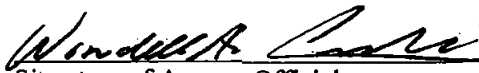
Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

LLAFileroom@lla.la.gov

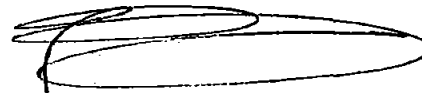
Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Windell A. Curole (Name)  
General Manager (Title) of South Lafourche Levee District (Agency) who duly sworn, deposes and says, that  
the financial statements herewith given present fairly the financial position of  
South Lafourche Levee District (agency) at June 30, 2014 and the results of operations for the year then ended in  
accordance with policies and practices established by the Division of Administration or in accordance with  
Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards  
Board. Sworn and subscribed before me, this 13th day of August, 2014.

  
Signature of Agency Official  
WINDELL A. CUROLE  
GENERAL MANAGER

Prepared by: MIKE DEFALCO  
Title: INDEPENDENT AUDITOR  
Telephone No.: 337-439-6600  
Date: 8/13/14  
Email: MIKE.DEFALCO@BC-CPA.COM



NOTARY PUBLIC

FRANCIS AUSTIN  
NOTARY NO. 80169  
MY COMMISSION IS FOR LIFE.

## GENERAL INSTRUCTIONS FOR THE BUSINESS-TYPE ACTIVITY AFR PACKET

Please use the following matrix to determine if your entity should prepare the MD&A or the Statement of Activities. To use the matrix, find your entity in the chart (in alphabetical order by fund type) then follow the "X" across. An "X" indicates that the applicable statement or schedule should be completed and included in your entity's AFR. If you are unable to locate your entity on the matrix, contact OSRAP for further instructions.

Note: If your entity is identified as an internal service fund on the matrix, **do not** complete Note J(2) Schedule B for LEAF Capital Leases. You should complete all other applicable sections of Note J.

BTA Matrix FYE 6/30/2014	Statement	
	MD&A	SOA
<b>Enterprise Funds</b>		
Additive Disorder Regulatory Authority		X
Barbers Examiners Board		X
Board of Examiners of Certified Shorthand Reporters		X
Board of Examiners of Nursing Facilities Administrators		X
Brownfield Cleanup Revolving Fund		X
Chiropractic Examiners Board		X
Clean Water State Revolving Fund		X
Crawfish Promotion and Research Board		X
Dairy Industry Promotion Board		X
Donald J. Thibodeaux Training Academy		X
Drinking Water Revolving Loan Fund		X
Federal Property Assistance		X
LA Coastal Protection & Restoration Financing Corporation		X
Licensed Professional Counselors Board of Examiners		X
Louisiana Agricultural Finance Authority		X
Louisiana Animal Welfare Commission		X
Louisiana Auctioneers Licensing Board		X
Louisiana Behavioral Analyst Board		X
Louisiana Board of Architectural Examiners		X
Louisiana Board of Examiners for Speech-Language Pathology and Audiology		X
Louisiana Board of Examiners in Dietetics and Nutrition		X
Louisiana Board of Interior Designers		X
Louisiana Board of Massage Therapy		X
Louisiana Board of Pharmacy		X
Louisiana Board of Professional Geoscientists		X
Louisiana Board of Wholesale Drug Distributors		X
Louisiana Catfish Promotion and Research Board		X

BTA Matrix  
FYE 6/30/2014

	MD&A	Statement SOA C
<b>Discretionary Funds</b>		
Louisiana Cemetery Board		X
Louisiana Community and Technical Colleges System		X
Louisiana Gulf Opportunity Zone Loan Fund		X
Louisiana Licensed Professional Vocational Rehabilitation Counselors Board		X
Louisiana Physical Therapy Board		X
Louisiana Professional Engineering & Land Surveying Board		X
Louisiana Property Assistance Agency		X
Louisiana Real Estate Appraisers State Board of Certification		X
Louisiana Real Estate Commission		X
Louisiana Rice Promotion Board		X
Louisiana Rice Research Board		X
Louisiana Soybean and Grain Research and Promotion Board		X
Louisiana State Board for Hearing Aid Dealers		X
Louisiana State Board of Dentistry		X
Louisiana State Board of Electrolysis Examiners		X
Louisiana State Board of Embalmers and Funeral Directors		X
Louisiana State Board of Examiners for Sanitariums		X
Louisiana State Board of Medical Examiners		X
Louisiana State Board of Nursing		X
Louisiana State Board of Optometry Examiners		X
Louisiana State Board of Practical Nurse Examiners		X
Louisiana State Board of Social Workers Examiners		X
Louisiana State Polygraph Board		X
Louisiana Strawberry Marketing Board		X
Louisiana Sweet Potato Advertising and Development Commission		X
Louisiana Tax Free Shopping Commission		X
Louisiana Transportation Authority		X
Prison Enterprises		X
Radiologic Technology Board of Examiners		X
State Board of Certified Public Accountants of Louisiana		X
State Board of Examiners of Psychologists		X
State Board of Veterinary Medicine		X
State Boxing and Wrestling Commission		X
Unemployment Trust Fund - Louisiana Workforce Commission		X
<b>Administrative Funds</b>		
Administrative Services		
Louisiana Correctional Facilities Corporation		
Louisiana Office Building Corporation		
Office Facilities Corporation		
Office of Aircraft Services		
Office of Telecommunications Management		
<b>Discrete Component Units</b>		
Acadiana Area Human Services District		X
Algiers Park Commission		X
Ascension St. James Airport and Transportation Authority	X	X
Atchafalaya Basin Levee District	X	X
Bayou D'Arbonne Lake Watershed District	X	X

BTA Matrix  
FYE 6/30/2014

	MD&A	Statement SOA C
<b>Discrete Component Units:</b>		
Bossier Levee District	X	X
Burches Bend Protection District	X	X
Caddo Levee District	X	X
Capital Area Human Services District	X	X
Central Louisiana Human Service Authority	X	X
Ernest N. Morial New Orleans Exhibition Hall Authority	X	X
Fifth Louisiana Levee District	X	X
Florida Parishes Human Services Authority		X
Foundation for Excellence in Louisiana Public Broadcasting		X
Grand Isle Levee District	X	X
Greater Baton Rouge Port Commission	X	X
Greater New Orleans Expressway Commission	X	X
Imperial Chaisieu Human Service Authority	X	X
Jefferson Parish Human Services Authority	X	X
Lafitte Area Independent Levee District	X	X
Lafourche Basin Levee District	X	X
Louisiana Beef Industry Council		X
La Cancer Research Center of LSU HSC in NO/Tulane Health Sciences Ctr.	X	X
Louisiana Board of Cosmetology		X
Louisiana Citizens Property Insurance Corporation	X	X
Louisiana Economic Development Corporation	X	X
Louisiana Egg Commission		X
Louisiana Housing Corporation	X	X
Louisiana Lottery Corporation	X	X
Louisiana Motor Vehicle Commission		X
Louisiana Public Facilities Authority	X	X
Louisiana Stadium and Exposition District	X	X
Louisiana State Board of Private Investigators Examiners		X
Louisiana State Board of Private Security Examiners		X
Louisiana Utilities Restoration Corporation	X	X
Metropolitan Human Services Authority		X
Natchitoches Historic District Development Commission		X
Natchitoches Levee and Drainage District	X	X
Nineteenth Louisiana Levee District	X	X
North Bossier Levee and Drainage District		X
North Lafourche Conservation, Levee and Drainage District	X	X
Northeast Delta Human Services Authority		X
Northwest Louisiana Human Service Authority	X	X
Ouchita Expressway Authority	X	X
Ponchartraine Levee District	X	X
Red River Levee and Drainage District	X	X
Red River, Atchafalaya and Bayou Boeuf Levee District	X	X
Relay Administration Board		X
Road Home Corporation d/b/a Louisiana Land Trust	X	X
Sabine River Authority	X	X
South Central Louisiana Human Services Authority		X
South Lafourche Levee District	X	X
Southeast Louisiana Flood Protection Authority - East	X	X
Southeast Louisiana Flood Protection Authority - West Bank	X	X
State Plumbing Board of Louisiana		X
Tensas Basin Levee District	X	X
Terrebonne Levee and Conservation District	X	X

MD&A = Management's Discussion and Analysis

SOA (C) = Statement of Activities (Statement C)

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2014**

Please refer to the Management's Discussion and Analysis of the South Lafourche Levee District on pages 3 through 6 of the attached financial statements.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2014**

**Statement A**

**CURRENT ASSETS**

Cash and Cash equivalents	\$	1,448,215
Restricted Cash and Cash Equivalents		
Investments (LAMP)		14,041,064
Instruments (Certificates of Deposit)		5,500,000
Receivables (net of allowance for doubtful accounts)(Note U)		2,630,403
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		
Notes Receivable		
Other Current Assets		13,508
Total current assets		23,633,190

**NONCURRENT ASSETS**

Restricted assets (Note F):		
Cash		
Investments		
Receivables		
Investments		
Notes Receivable		
Capital assets, net of depreciation (Note D)		
Land non-depreciable easements		627,973
Buildings and improvements		209,380
Machinery and equipment		256,939
Infrastructure		33,105,114
Intangible assets		
Construction/Development-in-progress		
Other noncurrent assets		3,385
Total noncurrent assets		34,202,791
Total assets	\$	57,835,981

**DEFERRED OUTFLOWS OF RESOURCES**

Accumulated decrease in fair value of hedging derivatives	\$	
<b>Deferred amounts on debt refunding</b>		
<b>Adjustments of capital lease obligations</b>		
<b>Grants paid prior to meeting time requirements</b>		
<b>Intra-entity transfer of future revenues (transferee)</b>		
<b>Losses from sale-leaseback transactions</b>		
<b>Direct loan origination costs for mortgage loans held for sale</b>		
<b>Fees paid to permanent investors prior to sale of mortgage loans</b>		
Total deferred outflow of resources	\$	-
Total assets and deferred outflow of resources	\$	57,835,981

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	277,866
Derivative instrument		
Due to other funds (Note Y)		
Due to federal government		
Unearned revenues		75,595
Amounts held in custody for others		
Other current liabilities		23,022



**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2014**

**Statement A**

**Liabilities Con't**

Current portion of long-term liabilities: (Note K)	
Contracts payable	\$ 1,698,105
Compensated absences payable	26,502
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	675,000
Other long-term liabilities	
Total current liabilities	2,776,090
NONCURRENT LIABILITIES	
Contracts payable	
Compensated absences payable	79,504
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	2,280,000
OPEB payable	1,226,676
Other long-term liabilities	
Total noncurrent liabilities	3,586,180
Total liabilities	6,362,270
DEFERRED INFLOWS OF RESOURCES	
Accumulated increase in fair value of hedging derivatives	\$
Deferred amounts related to service concession arrangement	
<b>Deferred amounts of debt refunding</b>	
<b>Adjustments of capital lease obligations</b>	
<b>Grants received prior to meeting time requirements</b>	
<b>Property taxes received before the period of which the taxes were levied</b>	
<b>Fines and penalties received in advance of meeting time requirements</b>	
<b>Sales/intra-entity transfers of future revenues (transferor)</b>	
<b>Gains from sale-leaseback transactions</b>	
<b>Points received on loan origination</b>	
<b>Loan origination fees received for mortgage loans held for sale</b>	
Total deferred inflows of resources	-
<b>NET POSITION</b>	
Net investment in capital assets	34,199,406
Restricted for:	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	17,274,305
Total net position	51,473,711
Total liabilities, deferred inflows of resources, and net position	\$ 57,835,981

The accompanying notes are an integral part of this financial statement.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement B**

<b>OPERATING REVENUE</b>	
Intergovernmental revenues	\$ 3,571,504
Taxes and royalty income	13,336,723
Use of money and property	24,458
Licenses, permits, and fees	
Federal grants and contracts	
State, local and nongovernmental grants and contracts	
Other	261,049
Total operating revenues	17,193,734
<b>OPERATING EXPENSES</b>	
Administrative	15,112,313
Travel	
Operating Services	
Supplies	
Professional Services	
Capital Projects	
Depreciation/Amortization	1,277,987
Total operating expenses	16,390,300
Operating income(loss)	803,434
<b>NON-OPERATING REVENUES (EXPENSES)</b>	
Taxes	
Interest expense	(79,265)
Intergovernmental revenues	
Rent income	
Oil and gas leases	
Miscellaneous	
Total non-operating revenues(expenses)	(79,265)
Income(loss) before contributions, extraordinary items, & transfers	724,169
Capital contributions	
Extraordinary item	
Transfers in	
Transfers out	
Change in net position	724,169
Total net position – beginning	50,749,542
Total net position – ending	\$ 51,473,711

The accompanying notes are an integral part of this financial statement.

## INSTRUCTIONS FOR THE SIMPLIFIED STATEMENT OF ACTIVITIES

**Expenses** - include all expenses, both operating and non-operating.

**Program Revenues** - include revenues derived from the program itself. These revenues reduce the net cost of the BTA's activities that must be financed from its general revenues. Program revenues should be reported in the following three categories:

**Charges for services** - include revenues based on exchange or exchange-like transactions. An exchange transaction is one in which each party receives and gives up essentially equal values. These revenues arise from charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided. Revenues in this category include fees charged for specific services.

**Operating grants and contributions** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that may be used **either for operating or capital expenses** at the discretion of the BTA. (A non-exchange transaction is one in which an entity gives or receives value without directly receiving or giving equal value in return.)

**Capital grants and contributions** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that are **restricted for capital purposes only** - to purchase, construct, or renovate capital assets associated with a specific program.

**Net (Expense) Revenue** - program revenues minus expenses.

**General Revenues** - all revenues are general revenues unless they are specifically required to be reported as program revenues.

**Taxes** - include all taxes received here, as all are considered general revenues, even those levied for a specific purpose.

**State appropriations** - include warrants drawn during the fiscal year and the 13<sup>th</sup> period, plus 14<sup>th</sup> period if applicable.

**Grants and contributions not restricted to specific programs** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are not restricted to a specific program.

**Interest** - any interest earned that is not required to be reported as program revenue (Earnings on investments legally restricted to use by a specific program should be reported as program revenue).

**Miscellaneous** - any general revenues that do not specifically fall under one of the categories listed.

**Special items** - significant items subject to management's control that meets one of the following criteria:

- 1) unusual in nature - possessing a high degree of abnormality and clearly unrelated or only incidentally related to the ordinary and typical activities of the entity.
- 2) infrequent in occurrence - not reasonably expected to recur in the foreseeable future, taking into account the environment in which the entity operates.

**Extraordinary items** - are both significant in nature and infrequent in occurrence.

**Transfers** - all interfund activities involving the flow of resources between funds.

**Change in net position** - net (expense) revenue plus general revenues and special items.

**Net position - beginning** - net position at the beginning of the fiscal year.

**Net position - ending** - beginning net position plus change in net position.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement C**

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
				Net (Expense) Revenue and Changes in Net Position
Entity	\$ 16,469,565	\$	\$ 3,520,260	\$ (12,949,305)
General revenues:				
Taxes				13,189,632
Intergovernmental revenues				51,244
Royalties and surface leases				147,091
Interest				24,458
Miscellaneous				261,049
Special items				
Extraordinary item				
Transfers				
Total general revenues, special items, and transfers				13,673,474
Change in net assets				724,169
Net position - beginning as restated				50,749,542
Net position - ending				\$ 51,473,711

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
(continued)  
**STATEMENT OF CASH FLOWS 16390**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement D**

**Cash flows from operating activities**

Cash receipts from customers	\$	
Cash receipts from grants and contracts		
Cash receipts from interfund services provided		
Other operating cash receipts, if any		18,611,038
Cash payments to suppliers for goods or services		(14,560,470)
Cash payments to employees for services		(1,833,202)
Cash payments for interfund services used, including payments "In Lieu of Taxes"		
Other operating cash payments, if any (* provide explanation)		
Net cash provided(used) by operating activities		2,217,366

**Cash flows from non-capital financing activities**

Cash receipts of taxes		
State revenue sharing		
Cash receipts of leases		
Cash receipts of oil and gas leases		
Cash receipts of miscellaneous items		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other (**provide explanation)		
Net cash provided(used) by non-capital financing activities		-

**Cash flows from capital and related financing activities**

Proceeds from sale of bonds		
Principal paid on bonds		(635,000)
Interest paid on bond maturities		(84,365)
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		(22,447)
Proceeds from sale of capital assets		
Capital contributions		
Deposits with trustees		
Deferred proceeds from capital leases		
Net cash provided(used) by capital and related financing activities		(741,812)

**Cash flows from investing activities**

Purchases of investment securities		(1,500,000)
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities		22,092
Net cash provided(used) by investing activities		(1,477,908)
Net increase(decrease) in cash and cash equivalents		(2,354)
Cash and cash equivalents at beginning of year		1,450,569
Cash and cash equivalents at end of year	\$	1,448,215

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
(concluded)  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement D**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)		\$ <u>803,434</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization	<u>1,277,987</u>	
Provision for uncollectible accounts	<u></u>	
Other	<u></u>	
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	<u></u>	
(Increase)decrease in due from other funds	<u></u>	
(Increase)decrease in prepayments	<u></u>	
(Increase)decrease in inventories	<u></u>	
(Increase)decrease in other assets	<u></u>	
Increase(decrease) in accounts payable and accruals	<u>151,498</u>	
Increase(decrease) in compensated absences payable	<u>(15,553)</u>	
Increase(decrease) in due to other funds	<u></u>	
Increase(decrease) in deferred revenues	<u></u>	
Increase(decrease) in OPEB payable	<u></u>	
Increase(decrease) in other liabilities	<u></u>	
Net cash provided(used) by operating activities		\$ <u>2,217,366</u>

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease(s)	\$ <u></u>
Contributions of fixed assets	<u></u>
Purchases of equipment on account	<u></u>
Asset trade-ins	<u></u>
Other (specify)	<u></u>
<u></u>	<u></u>
<u></u>	<u></u>
<u></u>	<u></u>
<b>Total noncash investing, capital, and financing activities:</b>	\$ <u>-</u>

The accompanying notes are an integral part of this statement.

**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

Please provide an explanation of what is included in “other.” If there are multiple reasons, please list each out separately along with the amount.

\* Other (operating cash payments)

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\*\*Other (cash flows from non capital financing activities)

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\*\*\*Other (cash flows from capital and related financing activities)

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**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**INTRODUCTION**

The South Lafourche Levee District, a component unit of the State of Louisiana, was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 38:291. The South Lafourche Levee District primarily provides flood protection of those areas contained in the District. The Board of Commissioners administers the operations and responsibilities of the District in accordance with provisions of Louisiana statute. The members of the Board of Commissions, which governs the District, are appointed by the governor of the State of Louisiana.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of South Lafourche Levee District (BTA) present information only as to the transactions of the programs of the South Lafourche Levee District (BTA) as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the South Lafourche Levee District (BTA) are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**Expense Recognition**

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**B. BUDGETARY ACCOUNTING – NOT APPLICABLE**

The appropriations made for the operations of the various programs of the South Lafourche Levee District (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<u>APPROPRIATIONS</u>
Original approved budget	\$ _____
Amendments:	_____
	_____
	_____
Final approved budget	\$ _____ -

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C.) See Appendices Packet - Appendix A at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, for information related to Note C.

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the South Lafourche Levee District (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the statement of cash flows and statement of net position presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2014, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per statement of net position (Reconciled bank balance)	\$ 1,448,215	\$	\$	\$ 1,448,215
Deposits in bank accounts per bank	\$ 1,662,425	\$	\$	\$ 1,662,425
Bank balances exposed to custodial credit risk:	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Deposits per statement of net position" due to outstanding items.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. State Bank - General Fund	Flood Protection	\$ 999,895
2. State Bank - Capital Projects	Flood Protection	243,997
3. Capital One - Payroll	Flood Protection	418,533
4. _____	_____	_____
Total		\$ 1,662,425

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the statement of net position to amounts reported in this note, list below any cash in treasury and petty cash that are included on the statement of net position.

Cash in state treasury	\$ -0-
Petty cash	\$ -0-

## 2. INVESTMENTS

The South Lafourche Levee District (BTA) does maintain investment accounts as authorized by LSA-RS 33:2955.

### Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or held by the counterparty's trust department or agent, but not in the entity's name. Repurchase agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

<u>Type of Investment</u>	<u>Investments Exposed to Custodial Credit Risk</u>		<u>All Investments Regardless of Custodial Credit Risk Exposure</u>	
	<u>Uninsured, *Unregistered, and Held by Counterparty</u>	<u>Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent Not in Entity's Name</u>	<u>Reported Amount Per Statement of Net Position</u>	<u>Fair Value</u>
Negotiable CDs	\$	\$	\$ 5,500,000	\$ 5,500,000
Repurchase agreements				
U.S. Government Obligations **				
U.S. Agency Obligations***				
Common & preferred stock				
Mortgages (including CMOs & MBSs)				
Corporate bonds				
Mutual funds				
Real estate				
External Investment Pool (LAMP) ****			14,041,064	14,041,064
External Investment Pool (Other)				
Other: (identify)				
Total investments	\$ -	\$ -	\$ 19,541,064	\$ 19,541,064

\* Unregistered - not registered in the name of the government or entity

\*\* These obligations generally are not exposed to custodial credit risk because they are backed by the full faith and credit of the U.S. government. (See Appendices Packet, Appendix A, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm> for the definition of US Government Obligations)

\*\*\* These obligations may not be exposed to custodial credit risk (See Appendix A in the Appendices Packet for a discussion of FNMA & FHLMC)

\*\*\*\* LAMP investments should not be included in deposits AND should be identified separately in this table to ensure LAMP investments are not double-counted on the State level.

3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES – **NOT APPLICABLE**
4. DERIVATIVES (GASB 53) – **NOT APPLICABLE**
5. POLICIES – **NOT APPLICABLE**
6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS – **NOT APPLICABLE**

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the statement of net position of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Schedule of Capital Assets (includes capital leases)

<u>Agency</u>	Balance 6/30/2013	Prior Period Adjustments	Restated Balance 6/30/2013	Additions	* Reclassifi- cation of CIP	** Retirements	Balance 6/30/2014
Capital assets not depreciated:							
Land	\$ 627,973	\$ -	\$ 627,973	\$ -	\$ -	\$ -	\$ 627,973
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software - development in progress	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Total capital assets not depreciated	\$ 627,973	\$ -	\$ 627,973	\$ -	\$ -	\$ -	\$ 627,973
Other capital assets:							
Depreciable land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Buildings	368,954	-	368,954	-	-	-	368,954
** Accumulated depreciation	(150,352)	-	(150,352)	(9,222)	-	-	(159,574)
Total buildings	218,602	-	218,602	(9,222)	-	-	209,380
Machinery & equipment	1,317,505	-	1,317,505	22,447	-	(22,846)	1,317,106
** Accumulated depreciation	(959,610)	-	(959,610)	(100,557)	-	-	(1,060,167)
Total machinery & equipment	357,895	-	357,895	(78,110)	-	(22,846)	256,939
Infrastructure	46,647,428	-	46,647,428	-	-	-	46,647,428
** Accumulated depreciation	(12,374,106)	-	(12,374,106)	(1,168,208)	-	-	(13,542,314)
Total infrastructure	34,273,322	-	34,273,322	(1,168,208)	-	-	33,105,114
Software (internally generated & purchased)	-	-	-	-	-	-	-
Other intangibles	-	-	-	-	-	-	-
** Accumulated amortization - software	-	-	-	-	-	-	-
** Accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	\$ 34,849,819	\$ -	\$ 34,849,819	\$ (1,255,540)	\$ -	\$ (22,846)	\$ 33,571,433
Capital asset summary:							
Capital assets not depreciated	\$ 627,973	\$ -	\$ 627,973	\$ -	\$ -	\$ -	\$ 627,973
Other capital assets, book value	48,333,887	-	48,333,887	22,447	-	(22,846)	48,333,488
Total cost of capital assets	48,961,860	-	48,961,860	22,447	-	(22,846)	48,961,461
Accumulated depreciation/amortization	(13,484,068)	-	(13,484,068)	(1,277,987)	-	-	(14,762,055)
Capital assets, net	\$ 35,477,792	\$ -	\$ 35,477,792	\$ (1,255,540)	\$ -	\$ (22,846)	\$ 34,199,406

\* Should only be used for those completed projects coming out of construction-in-progress to capital assets.

\*\* Enter a negative number except for accumulated depreciation in the retirement column

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**E. INVENTORIES - NOT APPLICABLE**

**F. RESTRICTED ASSETS – NOT APPLICABLE**

**G. LEAVE**

**1. COMPENSATED ABSENCES**

The South Lafourche Levee District (BTA) has the following policy on annual and sick leave:

District employees, both classified and unclassified, earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits. The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

**H. RETIREMENT SYSTEM**

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final



**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2013 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. A copy of the report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0600 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:  
[http://www.lasersonline.org/uploads/CAFR\\_2013.pdf](http://www.lasersonline.org/uploads/CAFR_2013.pdf)

All members are required by state statute to contribute with the vast majority of employees of the state who became members before July 1, 2006 contributing 7.5% of gross salary. Act 75 of the 2005 Regular Session increases the member contribution rate from 7.5% to 8% for new members hired after June 30, 2006. The (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2014, increased to 29.1% of annual covered payroll from the 25.6% and 22% required in fiscal years ended June 30, 2013 and 2012 respectively. The (BTA) contributions to the System for the years ending June 30, 2014, 2013, and 2012, were \$203,224, \$166,048, and \$136,623, respectively, equal to the required contributions for each year.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

GASB Statement 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers. See the GASB Statement 45 note disclosures requirements in section 2 of this note.

**1. Calculation of Net OPEB Obligation**

Complete the following table for only the net OPEB obligation (NOO) related to OPEB administered by the Office of Group Benefits. The ARC, NOO at the beginning of the

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

year, interest, ARC adjustment, and Annual OPEB Expense have been computed for OGB participants (see OSRAP's website - <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>) and select "GASB 45 OPEB Valuation Report as of July 1, 2013, to be used for fiscal year ending June 30, 2014." Report note disclosures for other plans, not administered by OGB, separately.

Annual OPEB expense and net OPEB Obligation		6/30/2014
Fiscal year ending		
1. * ARC		<u>\$126,000.0</u>
2. * Interest on NOO		<u>\$44,100.0</u>
3. * ARC adjustment		<u>\$42,100.0</u>
4. * Annual OPEB Expense (1. + 2. - 3.)		<u>\$128,000.0</u>
5. Contributions (employer pmts. to OGB for retirees' cost of 2014 insurance premiums)		<u>\$3,235.0</u>
6. Increase in Net OPEB Obligation (4. - 5.)		<u>\$124,765.0</u>
7. *NOO, beginning of year (see actuarial valuation report on OSRAP's website)		<u>1101911</u>
8. **NOO, end of year (6. + 7.)		<u><u>1226676</u></u>

\*This must be obtained from the OSRAP website on the spreadsheet "GASB 45 OPEB Valuation Report as of July 1, 2013, to be used for fiscal year ending June 30, 2014."

\*\*This should be the same amount as that shown on the statement of net position for the year ended June 30, 2014 if your entity's only OPEB is administered by OGB.

For more information on calculating the net OPEB obligation, see the Appendices Packet, Appendix D, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>.

**J. LEASES – NOT APPLICABLE**

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2014:

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

	Year ended June 30, 2014				
	Balance June 30, 2013	Additions	Reductions	Balance June 30, 2014	Amounts due within one year
<b>Notes and bonds payable:</b>					
Notes payable	\$	\$	\$	\$ -	\$
Bonds payable	<u>3,590,000</u>		<u>635,000</u>	<u>2,955,000</u>	<u>675,000</u>
Total notes and bonds	<u>3,590,000</u>	<u>-</u>	<u>635,000</u>	<u>2,955,000</u>	<u>675,000</u>
<b>Other liabilities:</b>					
Contracts payable				-	
Compensated absences payable	121,559		15,553	106,006	26,502
Capital lease obligations				-	
Claims and litigation				-	
Pollution remediation obligation				-	
OPEB payable	1,101,911	124,765		1,226,676	
Other long-term liabilities				-	
Total other liabilities	<u>1,223,470</u>	<u>124,765</u>	<u>15,553</u>	<u>1,332,682</u>	<u>26,502</u>
Total long-term liabilities	\$ <u>4,813,470</u>	\$ <u>124,765</u>	\$ <u>650,553</u>	\$ <u>4,287,682</u>	\$ <u>701,502</u>

(Balances at June 30<sup>th</sup> should include current and non-current portion of L-T liabilities.)  
The totals must equal the statement of net position for each type of long-term liabilities.

**L. CONTINGENT LIABILITIES – NOT APPLICABLE**

**M. RELATED PARTY TRANSACTIONS – NOT APPLICABLE**

**N. ACCOUNTING CHANGES – NOT APPLICABLE**

**O. IN-KIND CONTRIBUTIONS – NOT APPLICABLE**

**P. DEFEASED ISSUES – NOT APPLICABLE**

**Q. REVENUES – PLEDGED OR SOLD (GASB 48) – NOT APPLICABLE**

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) – NOT APPLICABLE**

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS – NOT APPLICABLE**

**T. SHORT-TERM DEBT – NOT APPLICABLE**

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2014, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
General Fund	\$ 510	\$ 1,090,906	\$ 708,252	\$	\$ 1,799,668
Capital Fund			830,735		830,735
Gross receivables	\$ 510	\$ 1,090,906	\$ 1,538,987	\$ -	\$ 2,630,403
Less allowance for uncollectible accounts					
Receivables, net	\$ 510	\$ 1,090,906	\$ 1,538,987	\$ -	\$ 2,630,403
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2014, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General Fund	\$ 50,681	\$ 1,584	\$	\$	\$ 52,265
Debt Service Fund			23,022		
Capital Projects	225,601			1,698,105	1,923,706
Total payables	\$ 276,282	\$ 1,584	\$ 23,022	\$ 1,698,105	\$ 1,975,971

**W. SUBSEQUENT EVENTS**

These financial statements considered subsequent events through August 29, 2014, the date the financial statements were available to be issued.

**X. SEGMENT INFORMATION & REPORTING FUNDS OF A BLENDED  
COMPONENT UNIT – NOT APPLICABLE**

**Y. DUE TO/DUE FROM AND TRANSFERS – NOT APPLICABLE**

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS – NOT APPLICABLE**

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**AA. PRIOR-YEAR RESTATEMENT OF NET POSITION – NOT APPLICABLE**

**BB. ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46) – NOT APPLICABLE**

**CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES – NOT APPLICABLE**

**DD. EMPLOYEE TERMINATION BENEFITS – NOT APPLICABLE**

**EE. POLLUTION REMEDIATION OBLIGATIONS – NOT APPLICABLE**

a		(agency/department)												
GASB 49 Inventory Log FYE 6/30/14		Not applicable												
Project Name		e	f	g	h	i	j	k	l	m	n	o	p	q
		FP&C/ DEQ Project Number	Trigger Year	6/30/13 Ending Balance	Increases	Decreases (expenditures) (including accruals)	Decreases (other adjustments)	6/30/14 Ending Balance (including accruals)	Percent Complete	Current Portion of L/T Debt	Non-Current Portion of L/T Debt	Realizable Recoveries	13th Period Expenditures	Notes
Projects Reported @ 6/30/13: b								0						
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**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Explanations for GASB 49 Worksheet

- a Enter agency/department name
- b List projects reported in the prior fiscal year that had an outstanding liability at 6/30/13
- c List projects that were overlooked or not included as remediation projects in previous fiscal years
- d List remediation projects that were begun/identified in the fiscal year ending 6/30/2014
- e Enter project number assigned by FP&C, DEQ, or other number assigned to identify project
- f Year the project was begun--this is not necessarily the year remediation began; it should be the year the pollution was identified and includes time involved to develop a remediation plan and the actual remediation process
- g This column is used to report those projects that were included/added in the previous fiscal year and had a balance outstanding at the end of that year
- h This column is for reporting increases in the estimated remediation cost, whether from expanding the scope of the project to contracting for a specific service.
- i Record total expenditures related to the project made during the fiscal year, including those made in the 13th period (13th period expenditures are also shown separately in column AB (p))
- j Record activities that decrease the estimated remediation liability that are **not** expenditures--for example, amounts included in original estimate were overstated and actual was less than what was recorded; scope of project not as extensive as originally estimated.
- k The formula in this column sums columns J, L, N, and P (g, h, i, and j)
- l Indicate percentage of project completion in this column
- m Amounts in this column represent the portion of the ending liability that are due and payable within the next 12 months
- n Amounts in this column represent the portion of the ending liability that are not due and payable until after 6/30/14. This amount plus the amount in column V (m) must total the amount in
- o This column is to identify any amounts that have been or will be received from other sources such as other responsible parties or insurance proceeds to help cover the cost of remediation
- p Record amounts expended on pollution remediation projects during the 13th accounting period in this column--this amount should be included in column N (i)
- q Provide reference and note explanations on an extra page, for example: (1) awaiting court

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) – NOT APPLICABLE**

**GG. RESTRICTED ASSETS – OTHER SPECIFIC PURPOSES – NOT APPLICABLE**

**HH. SERVICE CONCESSION ARRANGEMENTS – NOT APPLICABLE**

**II. NONEXCHANGE FINANCIAL GUARANTEES (GASB 70) – NOT APPLICABLE**



Name		Amount
Lula Anderson	\$	900
Ronald Callais		1275
Brent Duet		1050
Robert Eymard, Sr.		1050
Bob Faulk		900
Mitch Danos		900
Ray Mayet		1125
Monty Vegas		975
CJ Martz		825
Total	\$	9,000

## SCHEDULE 1

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
SCHEDULE OF NOTES PAYABLE  
JUNE 30, 2014  
(Fiscal close)**

<b>NOT APPLICABLE</b>							
<b>Issue</b>	<b>Date of Issue</b>	<b>Original Issue</b>	<b>Principal Outstanding 6/30/PY</b>	<b>Redeemed (Issued)</b>	<b>Principal Outstanding 6/30/CY</b>	<b>Interest Rates</b>	<b>Interest Outstanding 6/30/CY</b>
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
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_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Total</b>		<b>\$=====</b>	<b>\$=====</b>	<b>\$=====</b>	<b>\$=====</b>		<b>\$=====</b>

\*Send copies of new amortization schedules

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
SCHEDULE OF BONDS PAYABLE  
JUNE 30, 2014  
(Fiscal close)**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
<b>Series:</b>							
_____2006	06/26/06	7000000	3590000	635000	2955000	4.23%	178717
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Unamortized Discounts and Premiums Series:</b>							
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$_____	\$_____	\$_____	\$_____		\$_____

**\*Note: Principal outstanding (bond series minus unamortized costs) at 6/30/14 should agree to bonds payable on the statement of net position.**

**Send copies of new amortization schedules for bonds and unamortized costs.**

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
SCHEDULE OF CAPITAL LEASE AMORTIZATION  
For The Year Ended June 30, 2014**

**NOT APPLICABLE**

Fiscal Year				
<u>Ending:</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2015	\$ _____	\$ _____	\$ _____	\$ ____--
2016	_____	_____	_____	____--
2017	_____	_____	_____	____--
2018	_____	_____	_____	____--
2019	_____	_____	_____	____--
2020-2024	_____	_____	_____	____--
2025-2029	_____	_____	_____	____--
2030-2034	_____	_____	_____	____--
2035-2039	_____	_____	_____	____--
Total	\$ ____--	\$ ____--	\$ ____--	\$ ____--

SCHEDULE 4-A

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
SCHEDULE OF NOTES PAYABLE AMORTIZATION  
For the Year Ended June 30, 2014**

**NOT APPLICABLE**

Fiscal Year Ending:	Principal	Interest
2015	\$ _____	\$ _____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020-2024	_____	_____
2025-2029	_____	_____
2030-2034	_____	_____
2035-2039	_____	_____
Total	\$ _____ --	\$ _____ --

SCHEDULE 4-B

**STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE DISTRICT (BTA)  
SCHEDULE OF BONDS PAYABLE AMORTIZATION  
For The Year Ended June 30, 2014**

<b>Fiscal Year</b>		
<b>Ending:</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2015	\$ <u>675000</u>	\$ <u>69442</u>
2016	<u>715000</u>	<u>53580</u>
2017	<u>760000</u>	<u>36778</u>
2018	<u>805000</u>	<u>18917</u>
2019	<u></u>	<u></u>
2020	<u></u>	<u></u>
2021	<u></u>	<u></u>
2022	<u></u>	<u></u>
2023	<u></u>	<u></u>
2024	<u></u>	<u></u>
2025	<u></u>	<u></u>
2026	<u></u>	<u></u>
2027	<u></u>	<u></u>
2028	<u></u>	<u></u>
2029	<u></u>	<u></u>
2030	<u></u>	<u></u>
2031	<u></u>	<u></u>
2032	<u></u>	<u></u>
2033	<u></u>	<u></u>
2034	<u></u>	<u></u>
2035	<u></u>	<u></u>
2036	<u></u>	<u></u>
2037	<u></u>	<u></u>
2038	<u></u>	<u></u>
2039	<u></u>	<u></u>
Subtotal	<u>--</u>	<u>--</u>
Unamortized Discounts/Premiums	<u></u>	<u></u>
Total	\$ <u><u>2955000</u></u>	\$ <u><u>178717</u></u>

**\*Note: Principal outstanding (bond series plus minus unamortized costs) at 6/30/14  
should agree to bonds payable on the statement of net position.**

SCHEDULE 4-C

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE DISTRICT (BTA)**  
**COMPARISON FIGURES**

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than **\$5 million**, explain the reason for the change. **Please provide adequate details to clearly explain the change from last year.**

	<u>2014</u>	<u>2013</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>17,193,734</u>	\$ <u>14,272,642</u>	\$ <u>2,921,092</u>	\$ <u>20.5%</u>
Expenses	<u>16,469,565</u>	<u>15,045,281</u>	<u>1,424,284</u>	<u>9.5%</u>
2) Capital assets	<u>34,199,406</u>	<u>35,477,792</u>	<u>(1,278,386)</u>	<u>(3.6%)</u>
Long-term debt	<u>3,586,180</u>	<u>4,148,081</u>	<u>(561,901)</u>	<u>(13.5%)</u>
Net position	<u>51,473,711</u>	<u>50,749,542</u>	<u>724,169</u>	<u>1.4%</u>
Explanation for change:	<hr/> <hr/> <hr/> <hr/>			

See Appendix F for instructions

AGENCY NAME \_\_\_\_\_

Email completed form to [katherine.porche@la.gov](mailto:katherine.porche@la.gov)

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